

POLICIES, STATUTES AND RULES BASIC CONCEPTS

Summary of potential policies and concerns that are included in the draft Conceptual IGA:

- **AWBA Policies/Rules/Statutes**
 - a. Considering water conservation savings when distributing AWBA credits during a shortage year
 - b. limiting the amount of credits to up to 20% of the shortage amount (This has been the AWBA staff assumption, based on A.A.C. R12-15-722(G)(1) and R12-15-701(35), if this will be implemented it should be formally adopted as an AWBA policy.)
 - c. credits for the purpose of accruing long-term storage credits
 - d. distribution of the credits within the AMA or County that is being benefitted
 - e. four cent tax credits vs. withdrawal fee credits

- **CAWCD Policies/Rules/Statutes**
 - a. meet its CAP M&I subcontractors' full orders during a shortage event using a combination of Project Water and AWBA credits (45-2457.B.7)
 - b. delivery of recovered credits as Project Water
 - c. creation of a credit recovery schedule
 - d. recovery agreements CAWCD may have with entities that will be recovering credits on behalf of CAWCD
 - e. managing the shortage and distribution of supplies

- **ADWR Policies/Rules/Statutes**
 - a. develop credit transfer form and fees (ADWR should consider whether fees will be per form or per transfer, whether fee will be different than current fee for transfer, and if so, whether a rule change is necessary.)
 - b. recovery for M&I firming
 - c. use of AWBA long-term storage credits
 - d. annual recovery reports
 - e. long-term storage accounting